

MARCH 23, 1981

THE DIRECTOR OF THE DIVISION OF STATE LANDS TOOK FORMAL ACTION ON MARCH 23, 1981 AT 10:00 A.M. IN THE STATE LAND OFFICE, ROOM 411, EMPIRE BUILDING, 231 EAST 400 SOUTH, SALT LAKE CITY, UTAH 84111, ON THE BELOW LISTED MINERAL AND SURFACE BUSINESS MATTERS AS INDICATED.

MINERAL LEASE APPLICATIONS

OIL, GAS & HYDROCARBON LEASE APPLICATIONS - APPROVED *JB*

Upon recommendation of Mr. Blake, the Director approved the Oil, Gas and Hydrocarbon lease applications listed below at a rental of \$1.00 per acre per annum; royalty as provided in the lease form approved by the Board of State Lands. The applications have been checked by the Mineral Division and found to be in order. The land status has been examined and the lands found to be open and available.

Min. Lease Appl. No. 39019	<u>T44S, R7W, SLM</u>	Kane
Keith W. Grover	Section 3: Lot 4, NW $\frac{1}{4}$ NW $\frac{1}{4}$	40.42 acres
P. O. Box 968		
Evanston, WY 82930		

\$1.00 Due

Spec. Lease Appl. No. 471	<u>T36S, R11W, SLM</u>	Iron
Helen Adkins	Section 18: N $\frac{1}{2}$ SE $\frac{1}{4}$	80.00
P. O. Box 83	Special Stipulations: Anything herein to the	
Coalville, UT 84017	contrary notwithstanding, this lease is issued as	
	a non-occupancy blocking type lease only. Lessee	
	may not use or occupy the surface of lands included in this lease for purpose of	
	exploring for or extracting the leased substances without first obtaining the	
	expressed written consent of Southern Utah State College.	

Spec. Lease Appl. No. 474	<u>T36S, R12W, SLM</u>	Iron
Thomas Boyd	Section 12: The S 37 acres of	72.27
P. O. Box 3144	NW $\frac{1}{4}$ SW $\frac{1}{4}$; Also,	
Casper, WY 82602	Section 12: Com at a point 1.1/5 rods W of	
	SE cor of NW $\frac{1}{4}$ SE $\frac{1}{4}$, th W 78.4/5 rods, th N 74 rods,	
	th E 60 rods, th S 10 rods, th E 18.4/5 rods, th	
	S 64 rods, to pob con. 35.27 acres more or less.	

Special Stipulations: Anything herein to the contrary notwithstanding, this lease is issued as a non-occupancy blocking type lease only. Lessee may not use or occupy the surface of lands included in this lease for purpose of exploring for or extracting the leased substances without first obtaining the expressed written consent of Southern Utah State College.

OIL, GAS & HYDROCARBON LEASE APPLICATIONS - REJECTED *JB*

Upon recommendation of Mr. Blake, the Director rejected the Oil, Gas, and Hydrocarbon lease application listed below and ordered a refund of the advance rentals to the applicant. The filing fee is forfeited to the State of Utah.

Min. Lease Appl. 39017	<u>T12S, R12W, SLM</u>	Juab
Del C. Gehrett	Section 36: W $\frac{1}{2}$, W $\frac{1}{2}$ E $\frac{1}{2}$	480.00
131 East Sunset		
Riverton, WY 82501	Rejected: Not State minerals	

REFUND: \$480.00

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METALLIFEROUS MINERALS LEASE APPLICATIONS - APPROVED *JP*

Upon recommendation of Mr. Blake, the Director approved the Metalliferous Minerals lease applications listed below at a rental of \$1.00 per acre per annum; royalty as provided in the lease form approved by the Board of State Lands. The applications have been checked by the Mineral Division and found to be in order. The land status has been examined and the lands found to be open and available.

Min. Lease Appl. No. 39016	T13S, R12W, SLM	Juab
Del C. Gehrett	Section 32: All	640.00 acres
131 East Sunset		
Riverton, WY 82501		

Min. Lease Appl. No. 39018	T24S, R10E, SLM	Emery
Standard Energy Corp.	Section 32: All	640.00 acres
P. O. Box 27156		
Salt Lake City, UT 84127		

METALLIFEROUS MINERALS LEASE APPLICATIONS - PARTIALLY APPROVED
AND PARTIALLY REJECTED *JP*

Upon recommendation of Mr. Blake, the Director partially approved the Metalliferous Minerals lease applications listed below at a rental of \$1.00 per acre per annum; royalty as provided in the lease form approved by the Board of State Lands. The application has been checked by the Mineral Division and found to be in order. The land status has been examined and the lands found to be open and available have been approved. The Director rejected the lands as listed below and ordered the refund of the advance rental on the rejected portion.

Min. Lease Appl. No. 39020	T10S, R18W, SLM	Tooele & Juab
Kibbe & Company	Section 2: All	647.80 acres
304 1st Security Bank Bldg.		
Salt Lake City, UT 84624		

Rejected portion:	T11S, R18W, SLM	Tooele & Juab
	Section 2: Lots 1,2, S $\frac{1}{2}$ NE $\frac{1}{4}$,	
	SE $\frac{1}{4}$, E $\frac{1}{2}$ SW $\frac{1}{4}$	

Rejected: Non-contiguous lands	404.66 acres
REFUND: \$405.00	

COAL LEASE APPLICATIONS - APPROVED *JP*

Upon recommendation of Mr. Blake, the Director approved the Coal lease application listed below at a rental of \$1.00 per acre per annum; royalty as provided in the lease form approved by the Board of State Lands. The applications have been checked by the Mineral Division and found to be in order. The land status has been examined and the lands found to be open and available.

Spec. Lease Appl. No. 444	T38S, R11W, SLM	Iron
Blaine V. Howell	Section 16: N $\frac{1}{2}$ NW $\frac{1}{4}$	80.00
P. O. Box 11126		
Salt Lake City, UT 84147		

WITHDRAWAL OF BUILDING STONE APPLICATION - MLA 38956 *JP*

Wyoco Petroleum Corporation, #9 Exchange Place, Suite 404, Salt Lake City, UT 84111, has submitted a request for withdrawal of their application ML 38956. Upon recommendation of Mr. Blake, the Director approved the withdrawal of this application and the refund of \$40.00 paid in advance rentals. Filing fee is forfeited to the State.

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METALLIFEROUS MINERALS LEASE REJECTED AND REFUND

JB

ML's 37191, 38528

ML 37191 was approved September 10 1979, and ML 38528 was approved Sept. 22, 1980, as to the same tract of land, namely:

T29S, R20E, SLM
Section 2: All

San Juan
641.80 acres

Because ML 37191 was of prior issue, ML 38528 should have been rejected; therefore, upon recommendation of Mr. Blake, the Director approved the termination of ML 38528 and the refund of \$652.00 in fees and advance rental to Mr. Wyman H. Redd.

.....ALSO, ML 37191 should be amended to eliminate a non-contiguity element by creating ML 37191-A as indicated below:

ML 37191
Homestake Mining Co.

T27S, R20E, SLM
Section 16: N $\frac{1}{2}$ NW $\frac{1}{4}$, S $\frac{1}{2}$ SE $\frac{1}{4}$

San Juan
160.00 acres

ML 37191-A
Homestake Mining Co.

T29S, R20E, SLM
Section 2: All

San Juan
641.80 acres

Upon recommendation of Mr. Blake, the Director approved the amendment of ML 37191 and creating ML 37191-A

UNIT AGREEMENTS

REQUEST FOR APPROVAL OF THE EXPANSION OF THE SAND RIDGE II UNIT

JB

Pacific Transmission Supply Company, operator of the Sand Ridge II Unit, has filed this expansion of the unit for approval by the State of Utah. The Sand Ridge II Unit is located in east central Uintah County just south of the Red Wash Oil field. The proposed expansion contains 3,577.92 acres of which 2,297.92 acres or 64.23 percent are federal lands and 1,280.00 acres or 35.77 percent are State lands. The total acres in the expanded unit will be 27,862.29 acres, more or less, of which 24,037.69 acres or 86.27 percent are Federal lands, and 3,824.60 acres or 13.73 percent are State lands.

It is proposed that an obligation well will be commenced within six months after approval of this expansion. It will be drilled to a depth to test the upper 500 feet of the Mesa Verde Formation but not to exceed 8,800 feet.

Following are the State of Utah leases in this expanded unit.

ML 21016 Husky Oil Company
ML 21017 Husky Oil Company

These leases have been committed to the unit expansion.

Upon recommendation of Mr. Bonner, the Director approved the expansion of this Unit.

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SURFACE BUSINESS MATTERS

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RIGHT OF WAY APPLICATIONS

RIGHT OF WAY APPROVED *Kuhl*
R/W No. 2097

Northwest Pipeline Corporation, 315 East 200 South, P.O. Box 1526, Salt Lake City, Utah 84110, has submitted a request to replace a section of existing pipeline in Grand County. This has become necessary because of the increased population density near Moab, Utah. The section to be replaced is a portion of Northwest's 26" O.D. main transmission line. The state property involved is Township 26 South, Range 22 East, portions of Section 17 and 18. This property was formerly owned by the United States of America from whom Pacific Northwest Pipeline Corporation was granted a right of way from the BLM. Northwest Pipeline Corporation is successor in interest to Pacific Northwest Pipeline Corporation. Due to the close location of Mapco pipeline to Northwest's existing line, as well as other obstructions, it is necessary for Northwest Pipeline to relocate the replacement section of the pipeline. A fee has been assessed at \$1.50 for replacement of the existing BLM easement and \$5.50 for the new easement portion:

Township 26 South, Range 22 East, SLB&M
Section 17 & 18: Grand County

A strip of land 75 feet wide across a portion of Sections 17 & 18, Township 26 South, Range 22 East, SLB&M, Grand County, Utah, measured 50 feet southwesterly and 25 feet northeasterly of the following described survey line:

Beginning at a point located on the south boundary line of said Section 17, said point bears north 89° 29' west, a distance of 1155.9 feet from the south quarter corner of said Section 17;

Thence north 59° 45' west, a distance of 716.6 feet;
Thence north 39° 27' west, a distance of 404.4 feet;
Thence north 51° 29' west, a distance of 743.4 feet to a point on the west boundary line of the southwest quarter of the southwest quarter of said Section 17, said point bears north 0° 24' east, a distance of 1123.1 feet from the southwest corner of said Section 17;

Thence continuing north 51° 29' west, a distance of 3778.2 feet;
Thence north 45° 25' west, a distance of 757.7 feet to a point on the north boundary line of the southeast quarter of the northwest quarter of said Section 18, said point bears south 52° 01' east, a distance of 2194.1 feet from the northwest corner of said Section 18.

The length of the above described survey line is 6400.3 feet, or 387.897 rods, or 1.212 miles.

The above described tract contains 11.020 acres, more or less

The fee for this easement will be based on \$1.50 per rod to replace the existing BLM easement equaling 319.9 rods totaling \$479.85. The new construction at \$5.50 per rod for the 68 rods totals \$374.00. In addition to this fee there will be a \$184.15 fee for the temporary construction of a shallow pond 150' x 150' to allow proper disposal of water used for pressure testing of the replacement line; plus a \$20.00 application fee totaling \$1,058.00; school fund. After the water has settled, the topsoil will be replaced and the area will be reseeded.

Upon recommendation of Mr. Higgins, the Director approved this Right of Way, with a \$10.00 payment every three years beginning January 1, 1984.

3/23/81

vp

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INTEREST RATES

PM

Prime Rate
Federal Funds
Discount Rates

CURRENT

17.00
9.50
13.00

YEAR AGO

15.75
7.40
12.00

William K. Dinehart

WILLIAM K. DINEHART, DIRECTOR
DIVISION OF STATE LANDS/FORESTRY

Verna A. Petersen
VERNA A. PETERSEN, RECORDS SUPERVISOR

ARCHIVES APPROVAL NO. 7900209